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The attached pamphlet has been prepared in response to requests made by certain State Department foreign installations. It is designed for the specific purpose of providing American officials with concrete examples of Sino-Soviet Bloc economic penetration. These examples have been selected in order to demonstrate graphically the disadvantages of economic relationships with the Bloc, and can be used in supporting arguments against Bloc economic overtures. In order to achieve this purpose, a maximum number of examples from published sources has been included. In some instances information from classified sources has been used, but the information itself has been declassified. Therefore, all the examples contained in the paper may be freely discussed with foreign nationals, although obviously in some cases no source attribution may be made. Information which has been obtained from quotable sources is identified as such.

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Because the examples have been drawn from many countries and because they relate to varied experiences, it is felt that the paper will be useful for American officials in almost all countries confronted with the problem of Bloc economic penetration. Obviously, there will be a need for selectivity in using examples which will be appropriate for local situations.

For an official analysis of the Bloc foreign economic offensive, the attention of readers is invited to Deputy Under Secretary Dillon's recent presentation to the Senate Committee on Foreign Relations, which was reprinted in the Department of State Bulletin (March 24, 1958, pp. 469-475). Attention is also directed to the regular series of EIC (Economic Intelligence Committee) classified reports: Sino-Soviet Bloc Economic Activities in Underdeveloped Areas (Bi-weekly), Secret, and Sino-Soviet Bloc Economic Activities in Underdeveloped Areas (Semi-Annual) Secret.

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